

BUDGET RECOMMENDATIONS

FISCAL YEAR 1999, FISCAL YEAR 1998 SUPPLEMENTALS



Positioning Utah for the 21st Century

Providing a Balanced Budget

Totals

Total State Budget \$6.1b

General Fund/Uniform

School Fund Budget

State Tax Dollars \$3.2b

GF/USF Revenue

Growth \$207m

(net of manufacturing equipment
sales tax cut of \$11.2m)

GF/USF Revenue

Growth percentage 6.7%

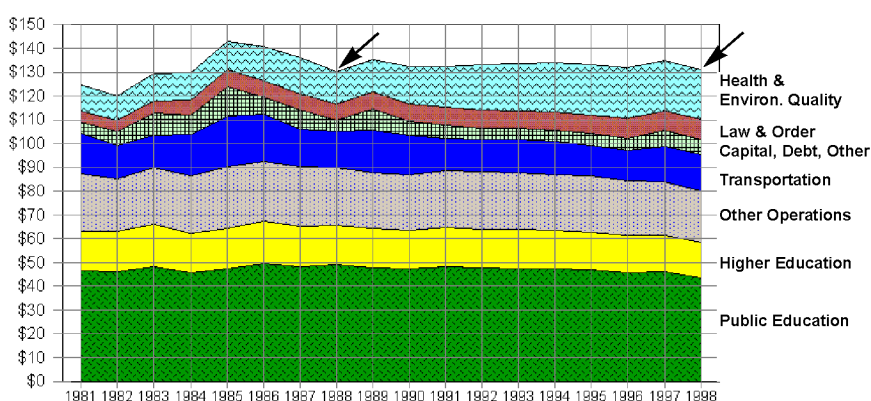
(without the manufacturing sales
tax cut, the growth would be 7.3%)

Economic Projections

Calendar Year 1998

	Utah	U.S.
• Job Growth	3.6%	1.9%
• Personal Income Growth	7.9%	5.1%
• Population Growth	1.9%	.9%
• Taxable Retail Sales Growth	8.4%	5.0%
• Unemployment Rate	3.4%	4.6%

STATE GOVERNMENT GROWTH

History of State Expenditures
per \$1,000 of Personal Income

"State government is projected to be no more burdensome on the Utah taxpayer in 1998 than it was in 1988."

- Utah Foundation, October 1997
(Graph and quote)

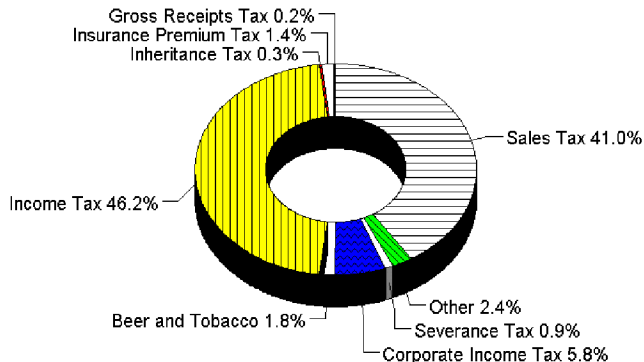
Recommendations by Department

(in thousands)

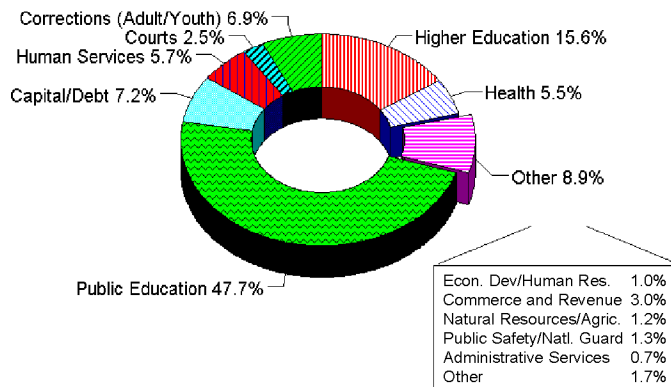
Department	State Tax Dollars		All Sources	
	General and School Funds		State Taxes, Federal, etc.	
	Amount	%Change	Amount	%Change
Administrative Services	\$ 21,706	6.6%	\$ 28,804	(5.0)%
Commerce and Revenue	97,583	3.9	332,163	4.7
Corrections (Adult & Youth)	222,625	15.8	234,833	13.3
Courts	83,183	7.8	90,480	9.5
Econ. Development/Human Res.	32,696	0.4	105,340	(7.9)
Elected Officials	25,475	4.4	50,649	0.6
Environmental Quality	9,235	4.1	33,402	2.0
Health	178,835	5.5	857,159	3.2
Higher Education	505,823	7.6	681,538	6.7
Human Services	183,690	3.8	370,774	0.9
Legislature	12,000	10.0	12,471	10.8
National Guard	3,117	7.3	13,043	2.7
Natural Resources	40,052	(3.4)	121,107	(0.8)
Public Education	1,551,079	8.4	2,063,504	7.3
Public Safety	37,675	4.0	75,000	2.5
Transportation	1,089	0.0	182,346	1.6
Total Operations	3,005,863	7.7	5,252,613	5.2
Capital	145,166	(9.3)	656,999	2.0
Debt Service	88,378	3.6	134,685	2.6
Other	9,000	73.1	14,852	121.6
Total Appropriations	\$3,248,407	6.8%	\$6,059,149	4.9%

General and Uniform School Funds State Tax Dollars FY 1999 Recommendations

Source of dollars

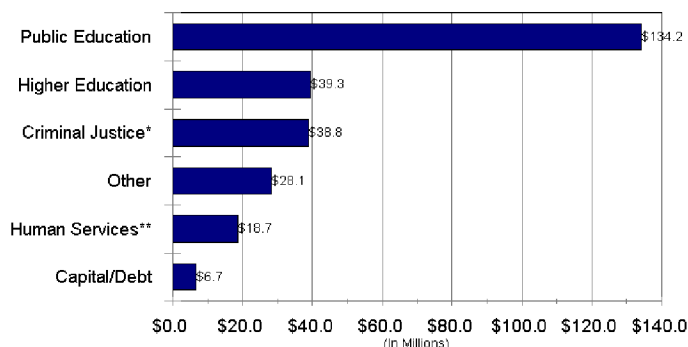


Use of dollars



Increases

in millions



* Includes Adult and Youth Corrections, Board of Pardons, Courts, and Public Safety

** Includes Human Services, Health, and Workforce Services

Program Highlights

Recommendations for **new** funding
All sources of funding - FY1999 and FY1998

- **Public Education:**
 - Middle School Class Size Reduction \$ 13.6m
 - 4% Weighted Pupil Unit 60.0m
 - Schools for the 21st Century 4.5m
 - Books and Supplies 16.0m
 - Technology 14.8m
 - Applied Technology Education 7.5m
- **Higher Education:**
 - Enrollment Growth 7.8m
 - Technology 10.0m
 - Electronic Community College 250,000
 - 21st Century Master Plan 50,000
- **Crime Package Operations:** 41.0m
 - Statewide Communications Network - 800 Megahertz 2.8m
 - Laptop Computers for Troopers 365,000
 - 15 New Troopers 1.0m
- **Crime Package Construction:** 30.0m
 - 1,232 New Beds and Slots
- **Children and Youth at Risk:**
 - Children's Health Insurance Program for 45,000 Children 16.2m
 - Child Welfare 10.8m
 - Child Care 5.0m
 - TANF Benefit Payments 3.0m
- Affordable Housing 1.5m
- Medicaid 17.0m
- Outdoor Recreation Master Plan 100,000
- Transportation (fr General Fund) 7.0m
- Other Technology 19.5m
- 4% Compensation package based on performance